

WORKFORCE SAFETY & INSURANCE
INVESTMENT PERFORMANCE REPORT AS OF JUNE 30, 2006

	June-06					March-06				December-05				September-05				Current	Prior Year	3 Years	5 Years
	Allocation		Quarter	Month		Allocation		Quarter		Allocation		Quarter		Allocation		Quarter		FYTD	FY05	Ended	Ended
	Market Value	Actual	Policy	Net ROR	Net ROR	Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Net ROR	Net	Net	6/30/2006	6/30/2006
LARGE CAP DOMESTIC EQUITY																					
Structured Growth																					
Los Angeles Capital	17,235,591	1.4%	1.5%	-2.57%	0.29%	18,796,621	1.6%	1.5%	4.95%	18,931,462	1.6%	1.5%	3.06%	19,859,838	1.7%	1.5%	5.45%	11.12%	7.56%	N/A	N/A
Total Structured Growth	17,235,591	1.4%	1.5%	-2.57%	0.29%	18,796,621	1.6%	1.5%	4.95%	18,931,462	1.6%	1.5%	3.06%	19,859,838	1.7%	1.5%	5.45%	11.12%	7.56%	12.01%	-0.32%
Russell 1000 Growth				-3.90%	-0.39%				3.09%				2.98%				4.01%	6.12%	1.68%	8.35%	-0.76%
Structured Value																					
LSV	18,392,115	1.5%	1.5%	1.25%	1.12%	19,462,161	1.6%	1.5%	6.54%	18,338,320	1.5%	1.5%	1.52%	19,996,892	1.7%	1.5%	5.06%	15.05%	18.35%	21.14%	12.22%
Russell 1000 Value				0.59%	0.64%				5.93%				1.27%				3.88%	12.10%	14.06%	15.70%	6.89%
Russell 1000 Enhanced Index																					
LA Capital	33,678,573	2.8%	2.9%	-2.36%	0.55%	34,881,279	2.9%	2.9%	4.96%	37,606,955	3.2%	2.9%	2.29%	39,664,877	3.4%	2.9%	6.45%	11.58%	7.93%	N/A	N/A
Russell 1000				-1.66%	0.13%				4.49%				2.12%				3.95%	9.08%	7.92%	N/A	N/A
S&P 500 Enhanced Index																					
Westridge	39,617,045	3.3%	2.9%	-1.40%	0.15%	40,629,524	3.4%	2.9%	4.26%	39,118,478	3.3%	2.9%	2.10%	38,404,313	3.2%	2.9%	3.64%	8.77%	6.58%	N/A	N/A
S&P 500				-1.44%	0.14%				4.21%				2.09%				3.60%	8.63%	6.32%	N/A	N/A
Index																					
State Street	12,252,175			-0.58%	1.06%	12,459,771			4.19%	12,003,989			2.07%	12,722,962			3.58%	9.51%	6.27%	11.47%	2.62%
Total Index	12,252,175	1.0%	1.0%	-0.58%	1.06%	12,459,771	1.0%	1.0%	4.19%	12,003,989	1.0%	1.0%	2.07%	12,722,962	1.1%	1.0%	3.58%	9.51%	6.27%	11.47%	2.62%
S&P 500				-1.44%	0.14%				4.21%				2.09%				3.60%	8.63%	6.32%	11.22%	2.49%
TOTAL LARGE CAP DOMESTIC EQUITY	121,175,499	10.1%	9.8%	-1.39%	0.51%	126,229,356	10.4%	9.8%	4.88%	125,999,204	10.6%	9.8%	2.20%	130,648,882	11.0%	9.8%	4.97%	10.95%	8.89%	13.63%	3.95%
S&P 500				-1.44%	0.14%				4.21%				2.09%				3.60%	8.63%	6.32%	11.22%	2.49%
SMALL CAP DOMESTIC EQUITY																					
Manager-of-Managers																					
SEI	37,708,228	3.1%	3.3%	-5.84%	-0.45%	44,922,517	3.7%	3.3%	13.24%	40,739,632	3.4%	3.3%	0.98%	44,700,311	3.8%	3.3%	5.49%	13.58%	9.32%	18.20%	7.84%
Russell 2000 + 200bp				-4.54%	0.81%				14.49%				1.64%				5.21%	16.86%	11.64%	21.06%	10.38%
TOTAL SMALL CAP DOMESTIC EQUITY	37,708,228	3.1%	3.3%	-5.84%	-0.45%	44,922,517	3.7%	3.3%	13.24%	40,739,632	3.4%	3.3%	0.98%	44,700,311	3.8%	3.3%	5.49%	13.58%	9.32%	18.20%	7.86%
Russell 2000				-5.02%	0.64%				13.94%				1.13%				4.69%	14.58%	9.45%	18.70%	8.50%
INTERNATIONAL EQUITY																					
Large Cap - Active																					
Capital Guardian	37,547,978	3.1%	3.2%	-2.84%	0.26%	42,052,094	3.5%	3.2%	7.20%	45,739,023	3.8%	3.2%	9.66%	45,099,825	3.8%	3.2%	12.14%	28.07%	10.32%	20.99%	6.90%
LSV	36,218,909	3.0%	3.2%	-1.56%	-3.14%	43,678,896	3.6%	3.2%	11.23%	40,616,377	3.4%	3.2%	4.34%	45,435,757	3.8%	3.2%	11.25%	27.09%	N/A	N/A	N/A
Total Large Cap - Active	73,766,888	6.1%	6.4%	-2.17%	-1.48%	85,730,990	7.1%	6.4%	9.20%	86,355,399	7.2%	6.4%	6.99%	90,535,583	7.7%	6.4%	11.70%	27.66%	13.23%	21.92%	12.63%
MSCI EAFE - 50% Hedged				-1.29%	0.67%				9.20%				5.84%				11.07%	26.72%	14.41%	22.56%	6.89%
Small Cap - Value																					
Lazard	9,089,667	0.8%	0.8%	-1.58%	-0.81%	11,259,988	0.9%	0.8%	10.94%	10,142,051	0.9%	0.8%	3.01%	10,859,554	0.9%	0.8%	9.94%	23.65%	18.18%	28.06%	N/A
Citigroup Broad Market Index < \$2BN				-3.13%	-2.20%				9.34%				8.94%				12.05%	29.28%	21.33%	32.40%	N/A
Small Cap - Growth																					
Vanguard	9,111,795	0.8%	0.8%	-1.88%	-2.15%	10,884,934	0.9%	0.8%	13.70%	10,471,744	0.9%	0.8%	4.92%	10,987,641	0.9%	0.8%	10.41%	29.24%	24.11%	32.39%	N/A
Citigroup Broad Market Index < \$2BN				-3.13%	-2.20%				9.34%				8.94%				12.05%	29.28%	21.33%	32.40%	N/A
TOTAL INTERNATIONAL EQUITY	91,968,350	7.7%	8.0%	-2.18%	-1.57%	107,875,912	8.9%	8.0%	9.83%	106,969,195	9.0%	8.0%	6.40%	112,382,777	9.5%	8.0%	11.40%	27.35%	15.34%	23.83%	8.67%
MSCI EAFE - 50% Hedged				-1.29%	0.67%				9.20%				5.84%				11.07%	26.72%	14.41%	22.56%	6.89%
DOMESTIC FIXED INCOME																					
Core Bond																					
Western Asset	207,688,021	17.3%	16.7%	-0.34%	0.23%	209,738,552	17.3%	16.7%	-0.44%	211,048,811	17.7%	16.7%	0.28%	204,437,569	17.3%	16.7%	-0.41%	-0.90%	7.14%	7.36%	8.59%
Lehman Aggregate				-0.08%	0.21%				-0.65%				0.59%				-0.67%	-0.81%	6.80%	2.05%	4.97%
Index																					
Bank of ND	187,372,430	15.6%	16.7%	-0.03%	0.24%	187,740,865	15.5%	16.7%	-0.95%	189,883,409	15.9%	16.7%	0.56%	189,022,035	16.0%	15.4%	-0.72%	-1.14%	4.59%	1.14%	4.90%
Bank of ND CD'S	-	0.0%	0.0%	N/A	N/A	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	14,884,718	1.3%	1.3%	1.04%	N/A	3.89%	N/A	N/A
Total Index	187,372,430	15.6%	16.7%	-0.03%	0.24%	187,740,865	15.5%	16.7%	-0.95%	189,883,409	15.9%	16.7%	0.56%	203,906,753	17.2%	16.7%	-0.60%	-1.02%	4.08%	1.09%	4.62%
Lehman Gov/Credit (1)				-0.14%	0.23%				-1.01%				0.60%				-0.96%	-1.52%	4.80%	1.04%	4.78%
BBB Average Quality																					
Wells Capital (formerly Strong)	207,343,720	17.3%	16.7%	-0.63%	0.10%	209,036,237	17.3%	16.7%	-1.02%	210,609,554	17.7%	16.7%	0.58%	202,116,214	17.1%	16.7%	-1.05%	-2.11%	9.14%	2.63%	N/A
Lehman US Credit BAA				-0.60%	0.16%				-1.20%				0.39%				-0.97%	-2.37%	8.60%	2.63%	N/A
TOTAL DOMESTIC FIXED INCOME	602,404,172	50.1%	50.0%	-0.33%	0.20%	606,515,654	50.1%	50.0%	-0.79%	611,541,774	51.3%	50.0%	0.46%	610,460,535	51.6%	50.0%	-0.68%	-1.35%	6.47%	2.25%	5.52%
Lehman Aggregate (2)				-0.08%	0.21%				-0.65%				0.59%				-0.67%	-0.81%	7.26%	1.84%	5.28%
TREASURY INFLATION PROTECTED SECURITIES (TIPS)																					
Northern Trust Global Investments	132,430,542	11.0%	11.0%	0.47%	0.27%	131,794,278	10.9%	11.0%	-2.11%	135,630,304	11.4%	11.0%	0.10%	136,260,201	11.5%	11.0%	0.02%	-1.53%	9.22%	N/A	N/A
Western	132,414,543	11.0%	11.0%	0.35%	0.30%	131,937,563	10.9%	11.0%	-1.96%	135,042,005	11.3%	11.0%	-0.28%	136,168,139	11.5%	11.0%	-0.05%	-1.94%	9.07%	N/A	N/A
TOTAL TIPS	264,845,085	22.0%	22.0%	0.41%	0.29%	263,731,841	21.8%	22.0%	-2.03%	270,672,309	22.7%	22.0%	-0.09%	272,428,340	23.0%	22.0%	-0.02%	-1.74%	9.16%	N/A	N/A
LB US TIPS Index				0.50%	0.28%				-2.25%				0.11%				0.02%	-1.64%	9.77%	N/A	N/A
REAL ESTATE																					
JP Morgan	74,643,794	6.2%	6.0%	7.10%	1.38%	38,123,455	3.2%	6.0%	6.21%	27,640,692	2.3%	6.0%	N/A	-	0.0%	6.0%	N/A	N/A	N/A	N/A	N/A
NCREIF Total Index				4.01%	1.32%				3.62%				5.43%				4.44%	18.67%	15.97%	N/A	N/A
CASH EQUIVALENTS																					
Bank of ND	8,852,300	0.7%	1.0%	1.26%	0.42%	22,866,085	1.9%	1.0%	1.17%	8,833,010	0.7%	1.0%	1.07%	12,269,535	1.0%	1.0%	0.93%	4.50%	2.46%	2.71%	2.42%
90 Day T-Bill				1.16%	0.38%				1.03%				0.92%				0.83%	4.00%	2.15%	2.37%	2.25%
TOTAL WSI	1,201,597,427	100.0%	100.0%	-0.17%	0.17%	1,210,264,820	100.0%	100.0%	1.12%	1,192,395,815	100.0%	100.0%	1.07%	1,182,890,380	100.0%	100.0%	1.39%	3.45%	7.29%	6.76%	5.44%
POLICY TARGET BENCHMARK				-0.07%	0.34%				0.97%				1.37%				1.32%	3.63%	8.26%	6.36%	5.48%